

245027 - application  
245028 - motion

00713-13

**ELLIOTT & ELLIOTT, P.A.**

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June 28, 2013

**VIA ELECTRONIC FILING**

Jocelyn Boyd, Esquire  
Chief Clerk and Administrator  
South Carolina Public Service Commission  
101 Executive Center Drive  
Columbia, SC 29210

RE: Application of Utilities Services of South Carolina, Inc., for adjustment of rates and charges and modifications of certain terms and conditions for the provision of water and sewer service  
Docket No. 2013-201-WS

Dear Ms. Boyd:

Enclosed please find for filing in reference to the above matter the following documents:

1. Application of United Utility Companies, Inc. with Exhibits A - E; and,
2. Motion for Appointment of a Hearing Officer; and,
3. Certificate of Service to Office of Regulatory Staff.

If you have any questions, or if I may provide you with any additional information, please do not hesitate to contact me.

Sincerely,

Elliott & Elliott, P.A.

  
Scott Elliott

SE/mlw

Enclosures

cc: C. Dukes Scott, Esquire w/enc.  
Jeffrey M. Nelson, Esquire w/enc.

SWC / TRW  
PSC SC  
MAIL / DMS  
JUN 28 2013  
COMM-FI

**Docket No.: 2013-201-WS**

## MOTION FOR APPOINTMENT OF A HEARING OFFICER

The Applicant in the above referenced matter moves the Commission for the appointment of a Hearing Officer in the above referenced matter in order to expedite the consideration of procedural and non-dispositive motions in accordance with the Commission's regulations.

Respectfully submitted,

**Scott Elliott**  
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**[charles.terreni@terrenilaw.com](mailto:charles.terreni@terrenilaw.com)**

Columbia, South Carolina  
June 27, 2013

**BEFORE**  
**THE PUBLIC SERVICE COMMISSION OF**  
**SOUTH CAROLINA**

**DOCKET NO. 2013-201-WS**

IN RE: Application of Utilities Services of	)	
South Carolina, Inc. for Adjustment of	)	
Rates and Charges and Modifications to	)	
Certain Terms and Conditions for the	)	<b>APPLICATION</b>
Provision of Water and Sewer Service	)	

Utilities Services of South Carolina, Inc. (“Applicant” or “Company”) would respectfully show unto, and request of, the Commission as follows:

**BACKGROUND**

1. Applicant is a corporation organized and existing under the laws of the State of Delaware and authorized to do business in the State of South Carolina.
2. Applicant is a public utility, as defined by S.C. Code Ann. §58-5-10(4), providing water and sewer service to the public for compensation in certain areas of South Carolina pursuant to rates approved by the Commission in Docket No. 2007-286-WS, Order No. 2013-77, dated February 12, 2013.
3. All communications or inquiries regarding this Applicant should be directed as set forth below:

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**REQUEST FOR RATE RELIEF AND APPROVAL OF  
RATE SCHEDULE MODIFICATIONS**

4. Pursuant to S.C. Code Ann. §58-5-240 and 26 S.C. Code Ann. Regulations RR. 103-712.4.A and 103-512.4.A, the Applicant requests that the Commission approve the monthly water and sewer service charges set forth in the eight (8) page rate schedule attached hereto and incorporated herein by this reference as Exhibit "A". Also, pursuant to 26 S.C. Code Ann. Regulations RR. 103-703 and 103-503, the Applicant proposes to include in its tariff new charges to recover its costs of disconnecting its water and sewer customers from its facilities in certain circumstances, to recover its costs of repair of its water and sewer facilities which have been damaged by tampering, and for the installation of certain water meters. In addition, the Applicant proposes to include in its tariff provisions permitting electronic billing and electronic payment of its service charges, to provide for late payment charges on its water and sewer accounts, and to remove the limit on non-account water charged to customers. In addition, the Applicant proposes to increase its approved customer account charge to its new water and sewer customers and to increase its approved notification fee charged in connection with a notice required prior to disconnection of sewer services (as set forth in Exhibit "A").

## **SUPPORTING DOCUMENTATION**

5. Applicant proposes a test year of January 1, 2012 to December 31, 2012 and has prepared certain financial statements relating to that time period in support of the Application, which statements are attached hereto and incorporated herein by this reference as Exhibit “B”, pages 1 through 12. These financial statements include the following:

- a. Balance sheet (Schedule A)
- b. Current and pro forma income and expense statements (Schedule B)
- c. Rate base and rate of return information (Schedule C).<sup>1</sup>

Applicant also submits, as Exhibit “B” pages 13 through 18, the following information in support of the Application:

- d. Water and sewer consumption analyses (Schedule D)
- e. Water and sewer proposed revenues (Schedule E)
- f. Schedule of current and projected customers (Schedule F)
- g. Effect of proposed rates (Schedule G)

6. Attached hereto and incorporated herein by this reference as Exhibit “C” is the most recent approval letter from the South Carolina Department of Health and Environmental Control (“DHEC”).

7. Attached hereto and incorporated herein by this reference as Exhibit “D” is the Company’s current customer bill form.

8. Attached hereto and incorporated herein by this reference as Exhibit “E” is evidence of the Company’s most recent Gross Receipts Tax filing.

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<sup>1</sup> These calculations are for informational purposes only as Applicant will submit evidence with respect to proper returns on equity and rate base at hearing.

9. The Company's Annual Report for the last period is on file with this Commission.

10. The Company's current rate schedule as approved by Order No. 2013-77 dated February 12, 2013 is on file with this Commission.

11. There is on file with this Commission a performance bond given to satisfy the requirements of S.C. Code Ann. § 58-5-720.

12. A map depicting Applicant's current service area is on file with the Commission.

13. The financial statements, the other documents submitted herewith, and the references to documents on file with the Commission are offered to comply with Commission Rules R. 103-512.4 and R. 103-712.4 and to provide information useful to the Commission in considering the reasonableness of the proposed rate schedule.<sup>2</sup>

#### **NEED AND JUSTIFICATION FOR RATE RELIEF**

14. Applicant submits that the proposed rate increase is necessary in order that it may provide reasonable and adequate service to its customers, cover its expenses, be permitted an opportunity to earn a reasonable return on its investment, and attract capital for future improvements. Said rates proposed are also necessary in order that the Applicant may comply with the standards and regulations set by DHEC and other environmental regulatory authorities. Said rates will preserve the financial integrity of Applicant, promote continued investment in and maintenance of its facilities, and thereby permit Applicant to continue providing reliable and high quality water and sewer services.

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<sup>2</sup> Because Applicant utilizes a composite depreciation rate of 1 ½%, no depreciation schedule by categories of plant or average service lives exists. The Applicant will, of course, make available during the audit copies of the Company's depreciation workpapers.

## REQUEST FOR RATE BASE TREATMENT

15. Applicant further submits that given its substantial plant investment, and specifically the rate base reflected on Schedule C of Exhibit "B", Applicant is entitled to have the reasonableness of its proposed rates determined in accordance with the rate base methodology. Accordingly, Applicant requests rate base treatment in this proceeding.

**WHEREFORE**, having fully set forth its Application, Utilities Services of South Carolina, Inc. prays that the Commission approve the rates proposed and grant to Applicant such other and further relief as the Commission may deem just and proper.

Respectfully submitted,

  
TERRENI LAW FIRM, LLC

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Attorneys for Applicant Utilities Services  
of South Carolina, Inc.

Columbia, South Carolina

June 28, 2013

# EXHIBIT

# A

EXHIBIT "A"

UTILITIES SERVICES OF SOUTH CAROLINA, INC.  
SCHEDULE OF **PROPOSED** RATES AND CHARGES  
**WATER**

1. Monthly Charges

Residential (less than 1" meter)

Basic Facilities Charge per single family  
house, condominium, mobile home or  
apartment unit:

\$24.24 per unit

Commodity Charge:

\$ 7.91 per 1,000  
gallons or 134 cft.

Commercial/Residential (for 1" meter or greater)

Basic Facilities Charge by meter size:

1" meter	\$ 64.52
1.5" meter	\$117.31
2" meter	\$190.63
3" meter	\$403.26
4" meter	\$590.99

Commodity Charge:

\$ 7.91 per 1,000  
gallons or 134 cft.

Charge for Water Distribution Only

Where water is purchased from a governmental body or agency or other entity for distribution and resale by the Company, the following rates apply:

Residential (for less than 1" meter)

Basic Facilities Charge per single family house,  
condominium, mobile home or apartment unit:

\$ 24.24 per unit

Commodity Charge:

\$ 4.26 per 1,000  
gallons or 134 cft.

Commercial/Residential (for 1" meter or greater)

Basic Facilities Charge by meter size:

1" meter	\$ 64.52
1.5" meter	\$117.31
2" meter	\$190.63
3" meter	\$403.26
4" meter	\$590.99

Commodity Charge:

\$ 4.26 per 1,000  
gallons or 134 cft.

## EXHIBIT "A"

The utility will also charge for the cost of water purchased from the bulk water provider. The charges imposed by the bulk water provider will be charged to the Utility's affected customers on a pro rata basis without markup. Where the utility is required by regulatory authority with jurisdiction over the utility to interconnect to the water supply system of a government body or agency or other entity and tap/connection/ impact fees are imposed by that entity, such tap/connection/impact fees will also be charged to the utility's affected customers on a pro rata basis, without markup. The utility shall give the Commission thirty days' notice of its intent to pass-through to customers purchased water charges which are higher than those in effect at the time of the Commission's approval of the within rate schedule. The utility shall provide with such notice written documentation of an increase in the amount of purchased water justifying the increase in the amount of purchased water charges sought to be passed through to affected customers. In the event that an increase in the amount of purchased water charges to be passed through to customers rate is found by the Commission to be so justified, USSC will then be required to give customers an additional thirty days' notice before the increase in the purchased water charges to be passed through may be put into effect.

Commercial customers are those not included in the residential category above and include, but are not limited to hotels, stores, restaurants, offices, industry, etc.

When it is impractical to meter each unit separately because of the method of water line installation utilized by the developer or owner, service will be provided through a single meter, and consumption of all units will be averaged; a bill will be calculated based on that average and the result multiplied by the number of units served by a single meter.

For the convenience of the owner, the utility will bill a tenant in a multi-unit building, consisting of four or more residential units, which is served by a master water meter or a single water connection. However, in such cases all arrearages must be satisfied before service will be provided to a new tenant or before interrupted service will be restored. Failure of an owner to pay for services rendered to a tenant in these circumstances may result in service interruptions.

## EXHIBIT "A"

### 2. Non-recurring Charges

Tap Fees \$500.00 per SFE\*

Water Meter – 5/8 inches x 3/4 inches meter \$100.00

All 5/8 inch x 3/4 inch meters shall meet the Utility's standards and shall be installed by the Utility. A one-time meter fee of \$100.00 meter shall be due upon installation for those locations where no 5/8 inch x 3/4 inch meter has been provided by a developer to the Utility.

For the installation of all other meters, the customer shall be billed for the Utility's **actual costs** of installation. All such meters shall meet the Utility's standards and be installed by the Utility unless the Utility directs otherwise.

### 3. Account Set-Up and Disconnection Charges

a. Customer Account Charge – for new customers only \$ 30.00

b. Disconnection Charges – In addition to any other charges that may be due, in those cases where a customer's service has been disconnected for any reason as set forth in Commission Rule R.103-732.5, and the customer is found to have vacated his premises or the customer has shown his intent to vacate his premises and the imposition of a reconnection charge is not feasible, a reconnection fee of forty dollars (\$40.00) and shall be due prior to the Utility reconnecting service.

c. Tampering Charge – In the event the Utility's equipment, water mains, water lines, meters, curb stops, service lines, valves, or other facilities have been damaged or tampered with by a customer, the Utility may charge the customer responsible for the damage to the Utility's equipment a \$250.00 tampering fee for the damage to the Utility's equipment. The tampering fee shall be paid in full prior to the Utility re-establishing water service or continuing the provision of water service.

### 4. Billing Cycle

Recurring charges will be billed monthly in arrears. Nonrecurring charges will be billed and collected in advance of service being provided.

### 5. Late Payment Charges

Any balance unpaid within twenty-five days (25) of the billing date shall be assessed a late payment charge of one and one-half percent (1-1/2%) for each month, or any part of a month, that said payment is late.

### 6. Extension of Utility Service Lines and Mains

The Utility shall have no obligation at its expense to extend its utility service lines or mains in order to permit any customer to connect to its water system. However, anyone or any entity which is willing to pay all costs associated with extending an appropriately sized and constructed main or utility service line from his/her/its premises to any appropriate connection point, to pay the appropriate fees and charges set forth in this rate schedule, and comply with the guidelines and standards hereof, shall not be denied service, unless water supply is unavailable or unless the South Carolina Department of Health and Environmental Control or other government entity has restricted the Utility from adding for any reason additional customers to the serving water system. In no event will the Utility be required to construct additional water supply capacity to serve any customer or entity without an agreement acceptable to the Utility first having been reached for the payment of all costs associated with adding water supply capacity to the affected water system.

## EXHIBIT "A"

### 7. Cross-Connection Inspection Fee

Any customer installing, permitting to be installed, or maintaining any cross connection between the Utility's water system and any other non-public water system, sewer or a line from any container of liquids or other substances, must install an approved back-flow prevention device in accordance with 24A S.C. Code Ann. Regs. R.61-58.7.F.2, as may be amended from time to time. Such a customer shall annually have such cross connection inspected by a licensed certified tester and provide to Utility a copy of a written inspection report and testing results submitted by the certified tester in accordance with 24A S.C. Code Ann. Regs. R.61-58.7.F.8. as may be amended from time to time. Said report and results must be provided by the customer to the Utility within 30 days of inspection. If a customer fails to comply with the requirement to perform annual inspections, the Utility may disconnect water service after 30 days' written notice. The Utility shall provide affected customers with an advanced annual notification of such certification requirement.

### 8. Electronic Billing and Electronic Payment

If requested by the customer in writing and within the capabilities of the Utility, the Utility may provide an electronic bill to the customer on the Utility's website, in lieu of mailing a paper copy. The electronic bill shall contain the same content and be presented in the same or a similar format as a bill delivered to the customer pursuant to Commission Rule R. 103-732.2 as may be amended from time to time. Late payment charges will not be triggered until twenty-five (25) days after the Utility issues the electronic bill and it leaves the control of the Utility or its billing agent. The Utility must provide notice to the customer that the bill form is available for review within twenty-four hours of its issuance and the web address of its location.

\* A Single Family Equivalent (SFE) shall be determined by using the South Carolina Department of Health and Environmental Control Guidelines for Unit Contributory Loadings for Domestic Wastewater Treatment Facilities 25 S.C. Code Ann. Regs. 61-67 Appendix A, as may be amended from time to time. Where applicable, such guidelines shall be used for determination of the appropriate monthly service and tap fee. For water service to customers not described in R. 61-67, such as irrigation service, the tap fees shall be the same as those for one (1) SFE.

UTILITIES SERVICES OF SOUTH CAROLINA, INC.  
SCHEDULE OF **PROPOSED** RATES AND CHARGES

**SEWER**

1. Monthly Charges

Residential

Monthly charge per single-family house,  
condominium, villa, or apartment unit \$65.31 per unit

Mobile Homes

Monthly charge \$65.31 per unit

Commercial

Monthly charge \$65.31 per SFE\*

Commercial customers are those not included in the residential category above and include, but are not limited to, hotels, stores, restaurants, offices, industry, etc.

Wickoff Plant \$547.09

Charge for Sewer Collection Only

When sewage is collected by the utility and transferred to a government body or agency, or other entity, for treatment, the utility's rates are as follows:

Residential

Monthly charge per single-family house,  
condominium, or apartment unit \$42.04 per unit

Commercial

Monthly charge per single-family equivalent \$42.04 per SFE\*

The Utility will also charge for treatment services provided by the government body or agency, or other entity. The rates imposed or charged by the government body or agency, or other, entity providing treatment will be charged to the Utility's affected customers on a pro rata basis, without markup. Where the Utility is required under the terms of a 201/208 Plan, or by other regulatory authority with jurisdiction over the Utility, to interconnect to the sewage treatment system of a government body or agency or other entity and tap/connection/impact fees are imposed by that entity, such tap/connection/impact fees will be charged to the Utility's affected customers on a pro rata basis, without markup. The Utility shall give the Commission thirty days' notice of its intent to pass-through to customers treatment charges which are higher than those in effect at the time of the Commission's approval of the within rate schedule. The Utility shall provide with such notice written documentation of an increase by the provider of treatment services justifying the increase in the amount of treatment charges sought to be passed-through to affected customers. In the event that an increase in the amount of treatment charges to be passed through to customers rate is found by the Commission to be so justified, USSC will then be required to give customers an additional thirty days' notice before the increase in the treatment charges to be passed through may be put into effect.

## EXHIBIT "A"

The Utility will, for the convenience of the owner, bill a tenant in a multi-unit building, consisting of four or more residential units, which is served by a master sewer meter or a single sewer connection. However, in such cases all arrearages must be satisfied before service will be provided to a new tenant or before interrupted service will be restored. Failure of an owner to pay for services rendered to a tenant in these circumstances may result in service interruptions.

### Solids Interceptor Tanks

For all customers receiving sewage collection service through an approved solids interceptor tank, the following additional charges shall apply:

#### A. Pumping Charge

At such time as the Utility determines through its inspection that excessive solids have accumulated in the interceptor tank, the Utility will arrange for pumping the tank and will include \$150.00 as a separate item in the next regular billing to the customer.

#### B. Pump Repair or Replacement Charge

If a separate pump is required to transport the customer's sewage from solids interceptor tank to the Utility's sewage collection system, the Utility will arrange to have this pump repaired or replaced as required and will include the cost of such repair or replacement and may be paid for over a one year period.

#### C. Visual Inspection Port

In order for a customer who uses a solids interceptor tank to receive sewage service from the Utility or to continue to receive such service, the customer shall install at the customer's expense a visual inspection port which will allow for observation of the contents of the solids interceptor tank and extraction of test samples therefrom. Failure to provide such a visual inspection port after timely notice of not less than thirty (30) days shall be just cause for interruption of service until a visual inspection port has been installed.

## 2. Non-recurring Charges

Tap Fee	\$ 500.00 per SFE*
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The non-recurring charges listed above are minimum charges and apply even if the equivalency rating of a non-residential customer is less than one (1). If the equivalency rating of a non-residential customer is greater than one (1), then the proper charge may be obtained by multiplying the equivalency rating by the appropriate fee. These charges apply and are due at the time new service is applied for, or at the time connection to the sewer system is requested.

## 3. Notification, Account Set-Up and Disconnection Charges

- a. Notification Fee - A fee of fifteen dollars (\$15.00) shall be charged to each customer to whom the Utility mails the notice as required by Commission Rule R. 103-535.1 prior to service being discontinued. This fee assesses a portion of the clerical and mailing costs of such notices to the customers creating the cost.

## EXHIBIT "A"

- b. Customer Account Charge - for new customers only. All Areas \$ 30.00  
This is a one-time fee to defray the costs of initiating service. This charge will be waived if the customer also takes water service.
  - c. Disconnection Charges: In addition to any other charges that may be due, in those cases where a customer's service has been disconnected for any reason as set forth in Commission Rule R. 103-532.4, the customer is found to have vacated his premises or the customer has shown his intent to vacate his premises and the imposition of a reconnection charge is not feasible, a disconnection fee of five hundred dollars (\$500.00) shall be due at the time the customer disconnects service. Where an elder valve has been previously installed, a disconnection fee of forty dollars (\$40.00) shall be charged.
  - d. Tampering Charge: In the event the Utility's equipment, sewage pipes, meters, curb stops, service lines, elder valves or other facilities have been damaged, tampered with or molested by a customer, the Utility may charge a customer in any way responsible for the damage a fee of \$250.00 to repair the equipment.
- 4. Billing Cycle  
Recurring charges will be billed monthly, in arrears. Nonrecurring charges will be billed and collected in advance of service being provided.
  - 5. Late Payment Charges  
Any balance unpaid within twenty-five days (25) of the billing date shall be assessed a late payment charge of one and one-half percent (1-1/2%) for each month, or any part of a month, that said payment is late.
  - 6. Electronic Billing and Electronic Payment  
If requested by the customer in writing and within the capabilities of the Utility, the Utility may provide an electronic bill to the customer on the Utility's website, in lieu of mailing a paper copy. The electronic bill shall contain the same content and be presented in the same or a similar format as a bill delivered to the customer pursuant to Commission Rule R. 103-732.2 as may be amended from time to time. Late payment charges will not be triggered until twenty-five (25) days after the Utility issues the electronic bill and it leaves the control of the Utility or its billing agent. The Utility must provide notice to the customer that the bill form is available for review within twenty-four hours of its issuance and the web address of its location.
  - 7. Toxic and Pretreatment Effluent Guidelines  
The Utility will not accept or treat any substance or material that has been defined by the United States Environmental Protection Agency ("EPA") or the South Carolina Department of Health and Environmental Control ("DHEC") as a toxic pollutant, hazardous waste, or hazardous substance, including pollutants falling within the provisions of 40 CFR 129.4 and 401.15. Additionally, pollutants or pollutant properties subject to 40 CFR 403.5 and 403.6 are to be processed according to the pretreatment standards applicable to such pollutants or pollutant properties, and such standards constitute the Utility's minimum pretreatment standards. Any person or entity introducing any such prohibited or untreated materials into the Company's sewer system may have service interrupted without notice until such discharges cease, and shall be liable to the Utility for all damages and costs, including reasonable attorney's fees, incurred by the Utility as a result thereof.

## EXHIBIT "A"

### 8. Extension of Utility Service Lines and Mains

The Utility shall have no obligation at its expense to extend its utility service lines or mains in order to permit any customer to discharge acceptable wastewater into one of its sewer systems. However, anyone or any entity which is willing to pay all costs associated with extending an appropriately sized and constructed main or utility service line from his/her/its premises to an appropriate connection point, to pay the appropriate fees and charges set forth in this rate schedule and to comply with the guidelines and standards hereof, shall not be denied service, unless treatment capacity is unavailable or unless the South Carolina Department of Health and Environmental Control or other government entity has restricted the Utility from adding for any reason additional customers to the serving sewer system. In no event will the Utility be required to construct additional wastewater treatment capacity to serve any customer or entity without an agreement acceptable to the Utility first having been reached for the payment of all costs associated with adding wastewater treatment capacity to the affected sewer system.

\* A Single Family Equivalent (SFE) shall be determined by using the South Carolina Department of Health and Environmental Control Guidelines for Unit Contributory Loading for Domestic Wastewater Treatment Facilities 25 S.C. Code Ann. Regs. 61-67 Appendix A (Supp. 2006), as may be amended from time to time. Where applicable, such guidelines shall be used for determination of the appropriate monthly service and tap fee.

**EXHIBIT**

**B**

Utilities Services of South Carolina, Inc.  
Balance Sheet  
December 31, 2012

Schedule A  
Page 1 of 1

ASSETS		LIABILITIES AND OTHER CREDITS	
Plant In Service		Capital Stock and Retained Earnings	
Water	\$ 15,617,584	Common Stock and Paid In Capital	\$ 9,356,377
Sewer	1,950,720	Retained Earnings	(505,797)
Total	\$ 16,668,304	Total	\$ 8,850,580
Accumulated Depreciation-Water	\$ (2,557,663)	Current and Accrued Liabilities	
Accumulated Depreciation-Sewer	(82,703)	Accounts Payable-Trade	\$ 190,345
Total	\$ (2,640,366)	Taxes Accrued	(217,590)
Net Utility Plant	\$ 14,027,939	Customer Deposits	124,394
		Customer Deposits - Interest	17,001
		A/P - Assoc. Companies	4,226,694
		Total	\$ 4,340,844
Plant Acquisition Adjustment-Water	\$ 1,083,984	Deferred Credits	
Plant Acquisition Adjustment-Sewer	-	Water	\$ -
Total	\$ 1,083,984	Sewer	-
Preliminary Survey -Water	24,537	Total	\$ -
Preliminary Survey -Sewer	1,368	Advances In Aid of Construction	
Total	\$ 25,904	Water	\$ -
		Sewer	-
		Total	\$ -
Construction Work In Process-Water	\$ 101,200	Contributions In Aid of Construction	
Construction Work In Process-Sewer	0	Water	\$ 123,238
Total	\$ 101,200	Sewer	-
Current Assets		Total	\$ 123,238
Cash	\$ 968	Accumulated Deferred Income Tax	
Accounts Receivable - Net	(571,691)	Unamortized ITC	\$ -
Other Current Assets	5,326	Deferred Tax - Federal	1,469,534
Total	\$ (565,397)	Deferred Tax - State	152,881
Deferred Charges	\$ 253,446	Total	\$ 1,622,415
TOTAL ASSETS	\$ 14,937,076	TOTAL LIABILITIES AND OTHER CREDITS	\$ 14,937,076

\*Note - The balance sheet reflects the total assets, liabilities, and equity of Utilities Services of SC.

	Per Books	Pro Forma Adjustments	Pro Forma Present	Proposed Increase	Pro Forma Proposed
<b>Operating Revenues</b>					
Service Revenues - Water	\$ 2,970,223	\$ (38,941) [a]	\$ 2,931,283	\$ 1,364,339 [l]	\$ 4,295,622
Service Revenues - Sewer	179,041	944 [a]	179,985	104,017 [l]	284,002
Miscellaneous Revenues	98,231	-	98,231	-	98,231
Uncollectible Accounts	(41,990)	510 [b]	(41,481)	(19,557) [m]	(61,038)
<b>Total Operating Revenues</b>	<b>\$ 3,205,505</b>	<b>\$ (37,486)</b>	<b>\$ 3,168,018</b>	<b>\$ 1,448,799</b>	<b>\$ 4,616,817</b>
<b>Maintenance Expenses</b>					
Salaries and Wages	\$ 430,291	\$ (14,698) [c]	\$ 395,593	\$ -	\$ 395,593
Purchased Power	179,975	(2,086) [d]	177,889	-	177,889
Purchased Sewer & Water - Pass Through	33,244	-	33,244	-	33,244
Purchased Water Supplemental	126,396	-	126,396	-	126,396
Maintenance and Repair	290,422	-	290,422	-	290,422
Maintenance Testing	132,680	-	132,680	-	132,680
Meter Reading	59,729	-	59,729	-	59,729
Chemicals	96,059	(1,166) [d]	94,893	-	94,893
Transportation	70,106	(3,881) [n]	66,225	-	66,225
Operating Exp. Charged to Plant	(134,184)	2,796 [c]	(131,388)	-	(131,388)
<b>Total</b>	<b>\$ 1,284,716</b>	<b>\$ (39,035)</b>	<b>\$ 1,245,682</b>	<b>\$ -</b>	<b>\$ 1,245,682</b>
<b>General Expenses</b>					
Salaries and Wages	\$ 188,998	\$ 17,432 [c]	\$ 206,430	\$ -	\$ 206,430
Office Supplies & Other Office Exp.	94,735	(8,029) [k]	86,706	-	86,706
Regulatory Commission Exp.	15,194	137,155 [e]	152,349	-	152,349
Pension & Other Benefits	110,789	14,021 [c]	124,809	-	124,809
Rent	20,910	-	20,910	-	20,910
Insurance	57,597	-	57,597	-	57,597
Office Utilities	154,616	-	154,616	-	154,616
Outside Services - Other	39,202	-	39,202	-	39,202
Non-Utility Misc Income	-	-	-	-	-
Miscellaneous	(394)	16,047 [o]	15,653	7,342 [e]	22,995
<b>Total</b>	<b>\$ 681,545</b>	<b>\$ 175,626</b>	<b>\$ 857,172</b>	<b>\$ 7,342</b>	<b>\$ 864,514</b>
<b>Depreciation</b>	<b>\$ 362,166</b>	<b>\$ (26,475) [f]</b>	<b>\$ 335,691</b>	<b>\$ -</b>	<b>\$ 335,691</b>
<b>Amortization of CIAC</b>	<b>(2,045)</b>	<b>(171) [f]</b>	<b>(2,216)</b>	<b>-</b>	<b>(2,216)</b>
<b>Taxes Other Than Income</b>	<b>550,124</b>	<b>15,142 [g]</b>	<b>565,266</b>	<b>13,738 [g]</b>	<b>579,004</b>
<b>Income Taxes - Federal</b>	<b>(74,680)</b>	<b>(31,624) [h]</b>	<b>(106,304)</b>	<b>474,717 [h]</b>	<b>368,412</b>
<b>Income Taxes - State</b>	<b>32,054</b>	<b>(48,039) [h]</b>	<b>(15,985)</b>	<b>71,386 [h]</b>	<b>55,400</b>
<b>Amort. Investment Tax Credit</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Amortization of PAA</b>	<b>19,473</b>	<b>0 [f]</b>	<b>19,473</b>	<b>-</b>	<b>19,473</b>
<b>Total</b>	<b>\$ 887,091</b>	<b>\$ (91,167)</b>	<b>\$ 795,924</b>	<b>\$ 559,840</b>	<b>\$ 1,355,764</b>
<b>Total Operating Expenses</b>	<b>\$ 2,853,453</b>	<b>\$ 46,424</b>	<b>\$ 2,899,878</b>	<b>\$ 567,182</b>	<b>\$ 3,467,060</b>
<b>Net Operating Income</b>	<b>\$ 352,051</b>	<b>\$ (83,911)</b>	<b>\$ 268,141</b>	<b>\$ 881,616</b>	<b>\$ 1,149,757</b>
<b>Interest During Construction</b>	<b>\$ (1,286)</b>	<b>\$ 1,286 [i]</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Interest on Debt</b>	<b>526,204</b>	<b>(60,641) [j]</b>	<b>465,563</b>	<b>-</b>	<b>465,563</b>
<b>Net Income</b>	<b>\$ (172,867)</b>	<b>\$ (24,556)</b>	<b>\$ (197,422)</b>	<b>\$ 881,616</b>	<b>\$ 684,194</b>

	Per Books	Pro Forma Adjustments	Pro Forma Present	Proposed Increase	Pro Forma Proposed
<b>Operating Revenues</b>					
Service Revenues - Water	\$ 2,970,223	\$ (38,941) [a]	\$ 2,931,283	\$ 1,364,339 [i]	\$ 4,295,622
Service Revenues - Sewer	-	- [a]	-	- [i]	-
Miscellaneous Revenues	93,045	-	93,045	-	93,045
Uncollectible Accounts	(39,773)	521 [b]	(39,252)	(18,269) [m]	(57,521)
<b>Total Operating Revenues</b>	<b>\$ 3,023,494</b>	<b>\$ (38,419)</b>	<b>\$ 2,985,075</b>	<b>\$ 1,346,070</b>	<b>\$ 4,331,145</b>
<b>Maintenance Expenses</b>					
Salaries and Wages	\$ 407,572	\$ (33,989) [c]	\$ 373,583	\$ -	\$ 373,583
Purchased Power	165,077	(2,164) [d]	162,913	-	162,913
Purchased Water - Pass Through	33,244	-	33,244	-	33,244
Purchased Water Supplemental	126,396	-	126,396	-	126,396
Maintenance and Repair	239,814	-	239,814	-	239,814
Maintenance Testing	106,017	-	106,017	-	106,017
Meter Reading	56,575	-	56,575	-	56,575
Chemicals	90,987	(1,193) [d]	89,794	-	89,794
Transportation	66,404	(4,080) [n]	62,324	-	62,324
Operating Exp. Charged to Plant	(127,099)	3,815 [c]	(123,285)	-	(123,285)
<b>Total</b>	<b>\$ 1,164,986</b>	<b>\$ (37,611)</b>	<b>\$ 1,127,375</b>	<b>\$ -</b>	<b>\$ 1,127,375</b>
<b>General Expenses</b>					
Salaries and Wages	\$ 179,019	16,644 [c]	\$ 195,663	\$ -	\$ 195,663
Office Supplies & Other Office Exp.	82,128	- [k]	82,128	-	82,128
Regulatory Commission Exp.	14,392	129,908 [e]	144,300	-	144,300
Pension & Other Benefits	104,939	13,192 [c]	118,131	-	118,131
Rent	19,806	-	19,806	-	19,806
Insurance	54,556	-	54,556	-	54,556
Office Utilities	146,452	-	146,452	-	146,452
Outside Services	37,132	-	37,132	-	37,132
Non-Utility Misc Income	-	-	-	-	-
Miscellaneous	(374)	15,122 [o]	14,748	6,822 [o]	21,570
<b>Total</b>	<b>\$ 638,050</b>	<b>\$ 174,865</b>	<b>\$ 812,915</b>	<b>\$ 6,822</b>	<b>\$ 819,737</b>
<b>Depreciation</b>	<b>\$ 340,739</b>	<b>\$ (26,783) [f]</b>	<b>\$ 313,956</b>	<b>\$ -</b>	<b>\$ 313,956</b>
Amortization of CIAC	\$ (2,045)	(171) [f]	(2,216)	-	(2,216)
Taxes Other Than Income	521,078	14,227 [g]	535,304	12,765 [g]	548,069
Income Taxes - Federal	(70,737)	(8,064) [h]	(78,801)	441,056 [h]	362,254
Income Taxes - State	30,361	(42,211) [h]	(11,850)	66,324 [h]	54,474
Amort. Investment Tax Credit	-	-	-	-	-
Amortization of PAA	19,473	0 [f]	19,473	-	19,473
<b>Total</b>	<b>\$ 838,869</b>	<b>\$ (63,002)</b>	<b>\$ 775,867</b>	<b>\$ 520,145</b>	<b>\$ 1,296,011</b>
<b>Total Operating Expenses</b>	<b>\$ 2,641,905</b>	<b>\$ 74,252</b>	<b>\$ 2,716,157</b>	<b>\$ 526,966</b>	<b>\$ 3,243,123</b>
<b>Net Operating Income</b>	<b>\$ 381,590</b>	<b>\$ (112,671)</b>	<b>\$ 268,919</b>	<b>\$ 819,104</b>	<b>\$ 1,088,022</b>
Interest During Construction	\$ (1,218)	\$ 1,218 [i]	\$ -	\$ -	\$ -
Interest on Debt	498,420	(83,156) [j]	415,264	-	415,264
<b>Net Income</b>	<b>\$ (115,613)</b>	<b>\$ (30,733)</b>	<b>\$ (146,345)</b>	<b>\$ 819,104</b>	<b>\$ 672,758</b>

	Per Books	Pro Forma Adjustments	Pro Forma Present	Proposed Increase	Pro Forma Proposed
<b>Operating Revenues</b>					
Service Revenues - Water	\$ -	\$ - (a)	\$ -	\$ - (i)	\$ -
Service Revenues - Sewer	179,041	944 (a)	179,985	104,017 (i)	284,002
Miscellaneous Revenues	5,187	-	5,187	-	5,187
Uncollectible Accounts	(2,217)	(12) (b)	(2,229)	(1,288) (m)	(3,517)
<b>Total Operating Revenues</b>	<b>\$ 182,010</b>	<b>\$ 933</b>	<b>\$ 182,943</b>	<b>\$ 102,729</b>	<b>\$ 285,672</b>
<b>Maintenance Expenses</b>					
Salaries and Wages	\$ 22,719	\$ (709) (c)	\$ 22,010	\$ -	\$ 22,010
Purchased Power	14,897	79 (d)	14,976	-	14,976
Purchased Sewer	-	-	-	-	-
Purchased Sewer Supplemental	-	-	-	-	-
Maintenance and Repair	50,608	-	50,608	-	50,608
Maintenance Testing	26,664	-	26,664	-	26,664
Meter Reading	3,154	-	3,154	-	3,154
Chemicals	5,072	27	5,099	-	5,099
Transportation	3,702	199 (d)	3,901	-	3,901
Operating Exp. Charged to Plant	(7,086)	(1,019) (n)	(8,104)	-	(8,104)
<b>Total</b>	<b>\$ 119,730</b>	<b>\$ (1,423) (c)</b>	<b>\$ 118,307</b>	<b>\$ -</b>	<b>\$ 118,307</b>
<b>General Expenses</b>					
Salaries and Wages	\$ 9,979	788	\$ 10,767	\$ -	\$ 10,767
Office Supplies & Other Office Exp.	12,607	(8,029) (c)	4,578	-	4,578
Regulatory Commission Exp.	802	7,247 (k)	8,050	-	8,050
Pension & Other Benefits	5,850	829 (c)	6,678	-	6,678
Rent	1,104	- (c)	1,104	-	1,104
Insurance	3,041	-	3,041	-	3,041
Office Utilities	8,164	-	8,164	-	8,164
Outside Services	2,070	-	2,070	-	2,070
Non-Utility Misc Income	-	-	-	-	-
Miscellaneous	(21)	926	905	520 (o)	1,425
<b>Total</b>	<b>\$ 43,596</b>	<b>\$ 1,761 (o)</b>	<b>\$ 45,357</b>	<b>\$ 520</b>	<b>\$ 45,877</b>
Depreciation	\$ 21,426	\$ 308 (f)	\$ 21,735	\$ -	\$ 21,735
Amortization of CIAC	-	-	-	-	-
Taxes Other Than Income	29,047	915 (f)	29,962	973 (g)	30,935
Income Taxes - Federal	(3,943)	(23,560) (g)	(27,503)	33,661 (h)	6,158
Income Taxes - State	1,692	(5,828) (h)	(4,136)	5,062 (h)	926
Amort. Investment Tax Credit	-	-	-	-	-
Amortization of FAA	-	-	-	-	-
<b>Total</b>	<b>\$ 48,222</b>	<b>\$ (28,165) (f)</b>	<b>\$ 20,057</b>	<b>\$ 39,696</b>	<b>\$ 59,753</b>
<b>Total Operating Expenses</b>	<b>\$ 211,548</b>	<b>\$ (27,828)</b>	<b>\$ 183,721</b>	<b>\$ 40,216</b>	<b>\$ 223,937</b>
<b>Net Operating Income</b>	<b>\$ (29,538)</b>	<b>\$ 28,760</b>	<b>\$ (778)</b>	<b>\$ 62,513</b>	<b>\$ 61,735</b>
Interest During Construction	\$ (68)	\$ 68	\$ -	\$ -	\$ -
Interest on Debt	27,784	22,516 (i)	50,299 (j)	-	50,299
<b>Net Income</b>	<b>\$ (67,254)</b>	<b>\$ 6,177</b>	<b>\$ (51,077)</b>	<b>\$ 62,513</b>	<b>\$ 11,436</b>

Utilities Services of South Carolina, Inc.  
Explanation of Adjustments to Income Statement

Schedule B  
Page 4 of 4

- (a) Revenues are annualized to reflect year end customers at current rates.
- (b) Uncollectibles are adjusted at test year percentages for annualized revenues.
- (c) Salaries, wages and benefits are adjusted for annualization for employees working at or for USSC, as of current. In addition, capitalized time has been adjusted to reflect current capitalized time rates for current employees.
- (d) Purchased power and chemicals have been increased or decreased in direct correlation with annualized revenues.
- (e) Regulatory expense has been adjusted for the total estimated cost of this case and the unamortized portion of the prior case, amortized over three years.
- (f) Depreciation and amortization are annualized at 1.5% on depreciable/amortizable assets/CIAC. Separate from these assets, depreciation has been calculated and included for computers, vehicles, and other allocated plant.
- (g) Taxes other than income are adjusted to annualize gross receipts, utility or commission taxes, and franchise taxes at present and proposed revenues. Taxes other than income also includes payroll taxes adjusted for the annualization of salaries.
- (h) Income taxes are computed on taxable income at current rates.
- (i) AFUDC is eliminated for rate making purposes.
- (j) Interest on debt has been computed using a 52.44%/47.56% debt/equity ratio and a 6.60% cost of debt.
- (k) Non-recoverable items have been removed.
- (l) Revenues are increased to reflect USSC's requested incremental revenue adjustment.
- (m) Uncollectibles are adjusted at test year percentages for the requested incremental revenue adjustment.
- (n) Transportation expense has been adjusted to reflect the expense as allocated by driver.
- (o) A leak mitigation fund of 0.5% has been added.

Utilities Services of South Carolina, Inc.  
Combined Operations  
Rate Base and Rate of Return  
December 31, 2012

Schedule C  
Page 1 of 7

	Per Books	Pro Forma Adjustments	As Adjusted	Proposed Increase	Effect of Proposed Increase
Net Operating Income	\$ 352,051	\$ (83,911)	\$ 268,141	\$ 881,616	\$ 1,149,757
Gross Plant In Service	\$ 16,668,304	\$ (460,692) [a]	\$ 16,207,612	\$ -	\$ 16,207,612
Accumulated Depreciation	(2,640,365)	224,356 [b]	(2,416,009)	-	(2,416,009)
Net Plant In Service	14,027,939	(236,336)	13,791,603	-	13,791,603
Cash Working Capital	245,796	18,116 [c]	263,912	-	263,912
Contributions In Aid of Construction	(123,238)	167 [b]	(123,071)	-	(123,071)
Accumulated Deferred Income Taxes	(1,622,415)	-	(1,622,415)	-	(1,622,415)
Customer Deposits	(141,395)	-	(141,395)	-	(141,395)
Advances in Aid of Construction	-	-	-	-	-
Plant Acquisition Adjustment	1,083,984	(1,083,984) [f]	-	-	-
General Ledger Additions	-	321,310 [d]	321,310	-	321,310
Pro Forma Plant	-	980,003 [d]	980,003	-	980,003
Pro Forma Plant Retirements	-	(25,365) [d]	(25,365)	-	(25,365)
Total Rate Base	\$ 13,470,671	\$ (26,089)	\$ 13,444,582	\$ -	\$ 13,444,582
Return on Rate Base	2.61%		1.99%		8.55% [e]

**Utilities Services of South Carolina, Inc.**  
**Water Operations**  
**Rate Base and Rate of Return**  
**December 31, 2012**

**Schedule C**  
**Page 2 of 7**

	Per Books	Pro Forma Adjustments	As Adjusted	Proposed Increase	Effect of Proposed Increase
Net Operating Income	<u>\$ 381,590</u>	<u>\$ (112,671)</u>	<u>\$ 268,919</u>	<u>\$ 819,104</u>	<u>\$ 1,088,022</u>
Gross Plant In Service	\$ 15,617,584	\$ (435,064) [a]	\$ 15,182,520	\$ -	\$ 15,182,520
Accumulated Depreciation	(2,557,663)	208,808 [b]	(2,348,854)	-	(2,348,854)
Net Plant In Service	<u>13,059,921</u>	<u>(226,256)</u>	<u>12,833,665</u>	-	<u>12,833,665</u>
Cash Working Capital	225,380	18,009 [c]	243,389	-	243,389
Contributions In Aid of Construction	(123,238)	167 [b]	(123,071)	-	(123,071)
Accumulated Deferred Income Taxes	(1,536,752)	-	(1,536,752)	-	(1,536,752)
Customer Deposits	(133,929)	-	(133,929)	-	(133,929)
Advances in Aid of Construction	-	-	-	-	-
Plant Acquisition Adjustment	1,083,984	(1,083,984) [f]	-	-	-
General Ledger Additions	-	275,576 [d]	275,576	-	275,576
Pro Forma Plant	-	458,522 [d]	458,522	-	458,522
Pro Forma Plant Retirements	-	(25,365) [d]	(25,365)	-	(25,365)
Total Rate Base	<u>\$ 12,575,366</u>	<u>\$ (583,329)</u>	<u>\$ 11,992,037</u>	<u>\$ -</u>	<u>\$ 11,992,037</u>
Return on Rate Base	<u>3.03%</u>		<u>2.24%</u>		<u>9.07%</u> [e]

Object Account	NARUC Account	Account Description	Balance at 12/31/12
1020	301.1	ORGANIZATION	207,814
1025	302.1	FRANCHISES	15,945
1030	303.2	LAND & LAND RIGHTS PUMP	-
1035	303.3	LAND & LAND RIGHTS WTR TR	35
1045	303.5	LAND & LAND RIGHTS GEN PL	241,464
1050	304.2	STRUCT & IMPRV SRC SUPPLY	2,167,677
1055	304.3	STRUCT & IMPRV WTR TRT PL	624,837
1060	304.4	STRUCT & IMPRV WTR TRAN DIST	12,904
1065	304.5	STRUCT & IMPRV GEN PLT	100,176
1080	307.2	WELLS & SPRINGS	1,452,610
1090	309.2	SUPPLY MAINS	295,560
1100	311.2	ELECTRIC PUMP EQUIP SRC P	96,262
1105	311.3	ELECTRIC PUMP EQUIP WTP	1,037,749
1110	311.2	ELECTRIC PUMP EQUIP SRC P	143,781
1115	320.3	WATER TREATMENT EQPT	572,508
1120	330.4	DIST RESV & STANDPIPES	1,394,445
1125	331.4	TRANS & DISTR MAINS	3,995,996
1130	333.4	SERVICE LINES	1,368,264
1135	334.4	METERS	213,957
1140	334.4	METER INSTALLATIONS	117,213
1145	335.4	HYDRANTS	54,032
1150	336.4	BACKFLOW PREVENTION DEVIC	7,443
1155	339.1	OTH PLT&MISC EQUIP INTANG	-
1160	339.2	OTH PLT&MISC EQUIP SRC SU	2,400
1165	339.3	OTH PLT&MISC EQUIP WTP	1,203
1170	339.4	OTH PLT&MISC EQUIP TRANS	-
1175/1455	304.5/354.7	OFFICE STRUCT & IMPRV	75,008
1180/1460	340.5/390.7	OFFICE FURN & EQPT	110,503
1185/1465	342.5/392.7	STORES EQPT	-
1190/1470	343.5/393.7	TOOL SHOP & MISC EQPT	202,195
1195/1475	344.5/394.7	LABORATORY EQUIPMENT	22,740
1200/1485	345.5/395.7	POWER OPERATED EQUIP	913
1205/1490	346.5/396.7	COMMUNICATION EQPT	70,537
1210/1495	347.5/397.7	MISC EQUIPMENT	14,455
1220	348.5	OTHER TANGIBLE PLT WATER	18,990
1555	341.5/391.7	TRANSPORTATION EQPT	276,056
1580	340.5/390.7	MAINFRAME COMPUTER	27,898
1585	340.5/390.7	MINI COMPUTERS	107,946
1590	340.5/390.7	COMP SYS COST	550,966
1595	340.5/390.7	MICRO SYS COST	15,104
2620	348.5/398.7	UTIL PLANT ACQUIRED/DISPOSED	-
			<u>15,617,584</u>

**Utilities Services of South Carolina, Inc.**  
**Sewer Operations**  
**Rate Base and Rate of Return**  
**December 31, 2012**

**Schedule C**  
**Page 4 of 7**

	Per Books	Pro Forma Adjustments	As Adjusted	Proposed Increase	Effect of Proposed Increase
Net Operating Income	<u>\$ (29,538)</u>	<u>\$ 28,760</u>	<u>\$ (778)</u>	<u>\$ 62,513</u>	<u>\$ 61,735</u>
Gross Plant In Service	\$ 1,050,720	\$ (25,628) [a]	\$ 1,025,093	\$ -	\$ 1,025,093
Accumulated Depreciation	<u>(82,703)</u>	<u>15,548</u> [b]	<u>(67,155)</u>	-	<u>(67,155)</u>
Net Plant In Service	968,018	(10,080)	957,938	-	957,938
Cash Working Capital	20,416	107 [c]	20,523	-	20,523
Contributions In Aid of Construction	-	- [b]	-	-	-
Accumulated Deferred Income Taxes	(85,664)	-	(85,664)	-	(85,664)
Customer Deposits	(7,466)	-	(7,466)	-	(7,466)
Advances in Aid of Construction	-	-	-	-	-
Plant Acquisition Adjustment	-	- [f]	-	-	-
General Ledger Additions	-	45,733 [d]	45,733	-	45,733
Pro Forma Plant	-	521,481 [d]	521,481	-	521,481
Pro Forma Plant Retirements	-	- [d]	-	-	-
Total Rate Base	<u>\$ 895,305</u>	<u>\$ 557,241</u>	<u>\$ 1,452,545</u>	<u>\$ -</u>	<u>\$ 1,452,545</u>
Return on Rate Base	<u>-3.30%</u>		<u>-0.05%</u>		<u>4.25%</u> [e]

Object Account	NARUC Account	Account Description	Balance at 12/31/12
1245	351.1	ORGANIZATION	25,417
1250	352.1	FRANCHISES INTANG PLT	-
1255	352.6	FRANCHISES RECLAIM WTR DI	-
1265	353.2	LAND & LAND RIGHTS COLL P	400
1270	353.4	LAND & LAND RIGHTS TRTMNT	-
1275	353.5	LAND & LAND RIGHTS RECLAI	-
1280	353.6	LAND & LAND RIGHTS RCL DS	-
1285	353.7	LAND & LAND RIGHTS GEN PL	410
1290	354.2	STRUCT/IMPRV COLL PLT	371
1295	354.3	STRUCT/IMPRV PUMP PLT LS	11,291
1300	354.4	STRUCT/IMPRV TREAT PLT	222,236
1305	354.5	STRUCT/IMPRV RECLAIM WTP	-
1310	354.6	STRUCT/IMPRV RECLAIM WTR	-
1315	354.7	STRUCT/IMPRV GEN PLT	119,873
1320	355.2	POWER GEN EQUIP COLL PLT	-
1325	355.3	POWER GEN EQUIP PUMP PLT	-
1330	355.4	POWER GEN EQUIP TREAT PLT	-
1335	355.5	POWER GEN EQUIP RECLAIM W	-
1340	355.6	POWER GEN EQUIP RCL WTR D	-
1345	360.2	SEWER FORCE MAIN	13,112
1350	361.2	SEWER GRAVITY MAIN/MANHOL	64,901
1353	361.2	MANHOLES	20,091
1355	362.2	SPECIAL COLL STRUCTURES	-
1360	363.2	SERVICES TO CUSTOMERS	5,662
1365	364.2	FLOW MEASURE DEVICES	999
1370	365.2	FLOW MEASURE INSTALL	-
1375	370.3	RECEIVING WELLS	-
1380	371.3	PUMPING EQUIPMENT PUMP PL	11,179
1385	371.5	PUMPING EQUIPMENT RECLAIM	-
1390	371.6	PUMPING EQUIPMENT RCL WTR	-
1395	380.4	TREAT/DISP EQUIP LAGOON	27,106
1400	380.4	TREAT/DISP EQUIP TRT PLT	388,791
1405	380.5	TREAT/DISP EQUIP RCL WTP	-
1410	381.4	PLANT SEWERS TRTMT PLT	51,925
1415	381.5	PLANT SEWERS RECLAIM WTP	-
1420	382.4	OUTFALL LINES	-
1425	398.7	OTHER PLT TANGIBLE	-
1430	389.2	OTHER PLT COLLECTION	-
1435	389.3	OTHER PLT PUMP	1,526
1440	389.4	OTHER PLT TREATMENT	-
1445	389.5	OTHER PLT RECLAIM WTR TRT	-
1450	389.6	OTHER PLT RECLAIM WTR DIS	-
1175/1455	304.5/354.7	OFFICE STRUCT & IMPRV	4,181
1180/1460	340.5/390.7	OFFICE FURN & EQPT	6,160
1185/1465	342.5/392.7	STORES EQPT	-
1190/1470	343.5/393.7	TOOL SHOP & MISC EQPT	11,271
1195/1475	344.5/394.7	LABORATORY EQUIPMENT	1,268
1200/1485	345.5/395.7	POWER OPERATED EQUIP	51
1205/1490	346.5/396.7	COMMUNICATION EQPT	3,932
1210/1495	347.5/397.7	MISC EQUIPMENT	806
1495	398.7	SEWER PLANT ALLOCATED	(254)
1500	398.7	OTHER TANGIBLE PLT SEWER	-
1525	366.6	REUSE SERVICES	-
1530	367.6	REUSE MTR/INSTALLATIONS	-
1535	374.5	REUSE DIST RESERVOIRS	-
1540	375.6	REUSE TRANSMISSION & DIST	3,502
1555	341.5/391.7	TRANSPORTATION EQPT WTR	15,388
1580	340.5/390.7	MAINFRAME COMPUTER WTR	1,555

1585	340.5/390.7	MINI COMPUTERS WTR	6,017
1590	340.5/390.7	COMP SYS COST WTR	30,713
1595	340.5/390.7	MICRO SYS COST WTR	842
2620	348.5/398.7	UTIL PLANT ACQUIRED/DISPOSED	-
			<u>1,050,720</u>

**Utilities Services of South Carolina, Inc.**  
**Explanation of Adjustments to Rate Base and Rate of Return**

- [a] Gross plant in service is adjusted to reflect adjusted vehicles, allocated by the various accurate allocation percentages for Utilities Services of South Carolina, Inc.
- [b] Per books A/D has been adjusted for depreciable assets at 1.5%.  
Separate from these assets, A/D has been calculated and included for computers, vehicles, and other allocated plant.
- [c] Cash working capital is calculated based on 1/8 of maintenance and general expenses.
- [d] A pro forma adjustment has been made to include actual/estimated pro forma plant and general ledger additions.
- [e] The Return on Rate Base shown above is provided solely as a matter of information and convenience for the Commission and is not intended to reflect a request for this specific return on rate base (or any return on equity). Applicant will make its request for a return on rate base (and return on equity) by way of evidence to be introduced at hearing.
- [f] PAA has been removed for ratemaking purposes.

**WATER**

Bill code	Description	Consumption	Usage Charge	Units	BFC	Revenues
401WCOM	1" Commercial Water Service	13,490	\$ 5.40	13	\$ 44.00	\$ 645
401WCOM	1.5" Commercial Water Service	-	\$ 5.40	12	\$ 80.00	960
401WCOM	3" Commercial Water Service	218,700	\$ 5.40	12	\$ 275.00	4,481
401WRES	1" Residential Water Service	43,130	\$ 5.40	24	\$ 44.00	1,289
401WRES	3/4" Residential Water Service	249,115	\$ 5.40	60	\$ 16.53	2,337
401WRES	5/8" Residential Water Service	259,563,023	\$ 5.40	57,448	\$ 16.53	2,351,256
401WIKOF	Water Wkoff Plant	-	\$ -	11	\$ 346.71	3,814
401WRPUR	1" Water Distribution and Purchased Water Charge	502,089	\$ 2.91	36	\$ 44.00	3,045
401WRPUR	2" Water Distribution and Purchased Water Charge	7,092,499	\$ 2.91	204	\$ 130.00	47,159
401WRPUR	3/4" Water Distribution and Purchased Water Charge	259,203	\$ 2.91	12	\$ 16.53	953
401WRPUR	5/8" Water Distribution and Purchased Water Charge	81,798,749	\$ 2.91	19,228	\$ 16.53	555,873
	Total	349,739,998		77,060		\$ 2,971,811

Utilities Services of South Carolina, Inc.  
December 31, 2012  
Test Year Revenues

Schedule D  
Page 2 of 2

**SEWER**

Bill code	Description	Consumption	Usage Charge	Units/SFE's	BFC	Revenues
401WWRES	Residential Wastewater (All Meter Sizes)			4,255	\$ 41.39	176,114
401WWKOF	Wastewater Wkoff Plant			11	\$ 346.71	3,814
Total		-		4,266		\$ 179,928

Utilities Services of South Carolina, Inc.  
December 31, 2012  
Revenues at Proposed Rates

Schedule E  
Page 1 of 2

**WATER**

Bill code	Description	Test Year Consumption	Proposed Usage Charge	Test Year Units	Proposed BFC	Revenues
401WCOM	1" Commercial Water Service	12,456	\$ 7.91	12	\$ 64.52	\$ 873
401WCOM	1.5" Commercial Water Service	-	7.91	12	117.31	1,408
401WCOM	3" Commercial Water Service	218,700	7.91	12	403.26	5,569
401WRES	1" Residential Water Service	43,128	7.91	24	64.52	1,890
401WRES	3/4" Residential Water Service	199,296	7.91	48	24.24	2,740
401WRES	5/8" Residential Water Service	253,622,448	7.91	56,136	24.24	3,366,890
401WIKOF	Water Wukoff Plant	-	-	-	508.42	-
401WRPUR	1" Water Distribution and Purchased Water Charge	502,092	4.26	36	64.52	4,462
401WRPUR	2" Water Distribution and Purchased Water Charge	7,092,468	4.26	204	190.63	69,102
401WRPUR	3/4" Water Distribution and Purchased Water Charge	259,200	4.26	12	24.24	1,395
401WRPUR	5/8" Water Distribution and Purchased Water Charge	84,382,344	4.26	19,836	24.24	840,293
	Total	<u>346,332,132</u>		<u>76,332</u>		<u>\$ 4,295,622</u>

**Utilities Services of South Carolina, Inc.**  
**December 31, 2012**  
**Revenues at Proposed Rates**

**Schedule E**  
**Page 2 of 2**

**SEWER**

Bill code	Description	Consumption	Proposed Usage Charge	Units	Proposed Rate	Revenues
401WWRES	Residential Wastewater (All Meter Sizes)	-	-	4,248	\$ 65.31	277,437
401WWKOP	Wastewater Wkoff Plant	-	-	12	\$ 547.09	6,565
	Total	-	-	4,260		\$ 284,002

Utilities Services of South Carolina, Inc.  
December 31, 2012  
Customer Growth

Schedule F  
Page 1 of 1

**WATER**

Customers at January 1, 2012	6,369
Customers at December 31, 2012	6,361
Projected Customers at December 31, 2013	6,361

**WASTEWATER**

Customers at January 1, 2012	355
Customers at December 31, 2012	354
Projected Customers at December 31, 2013	354

**WATER**

Present Rates	Description	Current Rate		Average		Increase		Date of Last Rate Increase
		Usage	Base	Usage	Bill	Amount	Percent	
401WCOM	1" Commercial Water Service	5.40	44.00	1,038	\$ 49.61			5/1/2008
401WCOM	1.5" Commercial Water Service	5.40	80.00	-	\$ 80.00			5/1/2008
401WCOM	3" Commercial Water Service	5.40	275.00	18,225	\$ 373.42			5/1/2008
401WRES	1" Residential Water Service	5.40	44.00	1,797	\$ 53.70			5/1/2008
401WRES	3/4" Residential Water Service	5.40	16.53	4,152	\$ 38.95			5/1/2008
401WRES	5/8" Residential Water Service	5.40	16.53	4,518	\$ 40.93			5/1/2008
401WIKOF	Water Wkoff Plant	-	346.71	-	\$ 346.71			5/1/2008
401WRPUR	1" Water Distribution and Purchased Water Charge	2.91	44.00	13,947	\$ 84.59			5/1/2008
401WRPUR	2" Water Distribution and Purchased Water Charge	2.91	130.00	34,767	\$ 231.17			5/1/2008
401WRPUR	3/4" Water Distribution and Purchased Water Charge	2.91	16.53	21,600	\$ 79.39			5/1/2008
401WRPUR	5/8" Water Distribution and Purchased Water Charge	2.91	16.53	4,254	\$ 28.91			5/1/2008
Proposed Rates	Description	Current Rate		Average		Increase		Date of Last Rate Increase
		Usage	Base	Usage	Bill	Amount	Percent	
401WCOM	1" Commercial Water Service	7.91	64.52	1,038	\$ 79.73	\$ 23.13	46.62%	
401WCOM	1.5" Commercial Water Service	7.91	117.31	-	\$ 117.31	\$ 37.31	46.64%	
401WCOM	3" Commercial Water Service	7.91	403.26	18,225	\$ 547.42	\$ 174.00	46.60%	
401WRES	1" Residential Water Service	7.91	64.52	1,797	\$ 78.73	\$ 25.03	46.61%	
401WRES	3/4" Residential Water Service	7.91	24.24	4,152	\$ 57.08	\$ 18.13	46.55%	
401WRES	5/8" Residential Water Service	7.91	24.24	4,518	\$ 59.98	\$ 19.05	46.55%	
401WIKOF	Water Wkoff Plant	-	508.42	-	\$ 508.42	\$ 161.71	46.64%	
401WRPUR	1" Water Distribution and Purchased Water Charge	4.26	64.52	13,947	\$ 123.93	\$ 39.35	46.52%	
401WRPUR	2" Water Distribution and Purchased Water Charge	4.26	190.63	34,767	\$ 338.74	\$ 107.57	46.53%	
401WRPUR	3/4" Water Distribution and Purchased Water Charge	4.26	24.24	21,600	\$ 116.26	\$ 36.87	46.44%	
401WRPUR	5/8" Water Distribution and Purchased Water Charge	4.26	24.24	4,254	\$ 42.36	\$ 13.45	46.54%	

**WASTEWATER**

Present Rates	Description	Current Rate		Average		Increase		Date of Last Rate Increase
		Usage	Base	Usage	Bill	Amount	Percent	
401WWRES	Residential Wastewater (All Meter Sizes)	-	41.39	-	\$ 41.39			5/1/2008
401WWKOF	Wastewater Wkoff Plant	-	346.71	-	\$ 346.71			5/1/2008
Proposed Rates	Description	Current Rate		Average		Increase		Date of Last Rate Increase
		Usage	Base	Usage	Bill	Amount	Percent	
401WWRES	Residential Wastewater (All Meter Sizes)	-	65.31	-	\$ 65.31	\$ 23.92	37.79%	
401WWKOF	Wastewater Wkoff Plant	-	547.09	-	\$ 547.09	\$ 200.38	57.79%	

EXHIBIT

C



Catherine B. Templeton, Director  
*Promoting and protecting the health of the public and the environment*

June 27, 2013

Mr. Scott Elliott  
Elliott & Elliott, P.A.  
1508 Lady Street  
Columbia, SC 29201

RE: Utilities Services of SC, Letter Dated June 27, 2013  
PSC Rate Case

Dear Mr. Elliott:

This letter serves to confirm that the referenced facilities in your letter (attachment) have proper permits from DHEC to operate.

I can be reached at 803-898-4157 or at [debessjp@dhec.sc.gov](mailto:debessjp@dhec.sc.gov).

Sincerely,

Jeffrey P. deBessonet, P.E., Director  
Water Facilities Permitting Division

cc: Shawn Clarke

ELLIOTT & ELLIOTT, P.A.

ATTORNEYS AT LAW

1508 Lady Street  
COLUMBIA, SOUTH CAROLINA 29201

[selliott@elliottlaw.us](mailto:selliott@elliottlaw.us)

SCOTT ELLIOTT

TELEPHONE (803) 771-0555

FACSIMILE (803) 771-8010

June 27, 2013

**VIA EMAIL**

Jeffrey P. deBessonnet, P.E., Director  
Water Facilities Permitting Division  
SC Department of Health and Environmental Control  
2600 Bull Street  
Columbia, SC 29201

RE: Utilities Services of South Carolina, Inc.  
Docket No. 2013-201-WS

Dear Mr. deBessonnet:

As you are aware, this firm represents Utilities Services of South Carolina, Inc. ("USSC") with respect to its application to the South Carolina Public Service Commission for adjustment of rates and charges. I would herewith request on my client's behalf that you confirm that USSC has valid South Carolina Department of Health and Environmental Control permits to operate the systems identified on the attached listing.

If you have questions, please feel free to contact me.

Sincerely,

Elliott & Elliott, P.A.



Scott Elliott

SE/mlw  
Enclosure

cc: Charles L.A. Terreni, Esquire

# **PUBLIC WATER SUPPLY SYSTEMS - USSC**

	<b>Company</b>	<b>County</b>	<b>System Name</b>	<b>PWS#</b>
49	USSC	York	Foxwood	4650008
50	USSC	York	Shandon	4650009
51	USSC	York	Spring Lakes	4650012
52	USSC	York	Wesleywoods	4650016
53	USSC	York	Plantation / Wintercrest	4650017
54	USSC	York	Barney Rhett	4650018
55	USSC	York	Country Oaks	4650020
56	USSC	York	Hickory Hills	4650025
57	USSC	York	Woodbridge	4650028
58	USSC	York	Ridgewood	4650031
59	USSC	York	Silver Lakes / Woodwind	4650034
60	USSC	York	Carowoods	4650035
61	USSC	York	Hidden Lake (Rock Hill)	4650040
62	USSC	York	Kim Acres	4650041
63	USSC	York	Old Farms	4650042
64	USSC	York	Valleymere	4650046
65	USSC	York	Brown Neal	4650047
66	USSC	York	Windy Run	4650048
67	USSC	York	Leslewoods	4650051
68	USSC	York	Middlestream	4650052
69	USSC	York	Olympic Acres	4650053
70	USSC	York	Farm Pond	4650056
71	USSC	York	Mallard Lakes	4650057
72	USSC	York	Cameron Estates	4650059
73	USSC	York	Brownsboro	4650061
74	USSC	York	Carrolton Place	4650062
75	USSC	York	Polly Circle	4660073
76	USSC	York	Shilo Quarters	4660092
77	USSC	York	Leslie Dale	4660095
78	USSC	York	Southbend	4660100
79	USSC	York	Pepperidge	4660101
80	USSC	York	Riverbend	4660103

**EXHIBIT**

**D**



Bill Date	Account Number	Due Date	Please Pay:
06/05/2013		7/1/2013	\$67.55

Name

Primary Telephone #

Service Address

**Activity Since Last Bill**

Previous Balance	\$67.28
Payments received as of 06/05/2013	\$-67.28
Balance as of 06/05/2013	\$0.00

**Residential Water Service**

Water Base Charge	\$16.53
1,360 gallons at \$5.40 per 1,000 gallons	\$7.34
SC DHEC Fee	\$2.29
Total Residential Water Service	\$26.16

**Residential Wastewater**

Wastewater Service	\$41.39
Total Residential Wastewater	\$41.39

Total Amount Due	\$67.55
------------------	---------

Utilities Services of South Carolina Inc

Phone: (800) 272-1919

Collections: (800) 272-1919

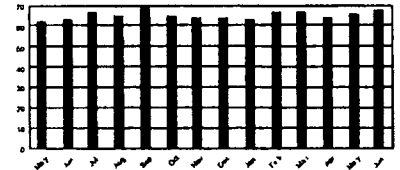
Customer Service: (800) 272-1919

www.uiwater.com

**Summary of Service**

Meter Reading	Meter #	
Current	691440	06/02/2013
Previous	690080	05/04/2013
Usage	1,360 Gallons	
Number of Days:	29	
Average Daily Use:	47 Gallons	
Average Daily Cost:	\$2.33	

**Billing History**



**Consumption History**



A fee of 1.5% per month will be added if unpaid by the due date.

Rate Schedules are available upon request. Make check payable to: Utilities Services of South Carolina Inc

**Messages**

The Company is under the jurisdiction of the PSC. You may contact the ORS at 800-922-1531 with any complaints that remain unresolved after 7 days.

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PO BOX 160609  
Altamonte Springs, FL 32716



Account Number:

Amount Paid

Due Date: 7/1/2013

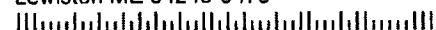
Please Pay: \$67.55



Utilities Services of South Carolina Inc

PO Box 11025

Lewiston ME 04243-9476



☐ Address correction requested on back

129

## Important Information to Help Serve You Better

<b>Security</b>	To help us maintain the security and safety of your drinking water supply, please call with a local phone listed on the front of your bill. If the phone if you need a change, please call us as early as possible.
<b>Service</b>	If you experience a water or wastewater emergency, please call the Customer Service number listed on the front of your bill. Service calls are on call 24 hours a day, 7 days a week.  For service, including how your water meter is read, call us at <a href="http://www.uiwater.com">www.uiwater.com</a> or you may call our office, 1-877-527-7852, number listed on the front of your bill.
<b>Contact Information</b>	Please be sure to let us know if your telephone number changes. We strive to offer the best and responsive customer service. In the event that we do encounter a problem in your water or wastewater system, we will need to contact you. To update your account information, you may call the Customer Service number listed on the front of your bill or you may visit our website at <a href="http://www.uiwater.com">www.uiwater.com</a> or fill in the form below.
<b>Rate Information</b>	Rate sheets are available upon request.

## Conservation Tips

**Check your toilet.** Low flow models use 1.6 gallons per flush and are efficient. Toilets use 1.0 to 1.28 gallons per flush. Water-saving models use as few as 0.5 gallons to flush a toilet. Leaking toilets waste as much as 200 gallons each day or 73,000 gallons per year.

**Find out if you have a leak in your home.** Read your water meter before and after a one-hour period when no water is being used. Write down the water meter reading and call the makers to read and for repeat readings for water meters. If the readings are the same after the one-hour period, you have a leak that should be investigated further.

## Go Green!

**With Self Service and Paperless Billing Options.** We are committed to doing a good job and customer service to all of our customers and are pleased to offer you the service on a paperless billing option to our customers.  
You can pay by visiting [www.uiwater.com/customer\\_center/pay\\_online.php](http://www.uiwater.com/customer_center/pay_online.php).

## Payment Methods

<b>Auto Pay</b>	Why write a check and wait for it to be mailed? Make your payments online with Auto Pay. Contact us at the Customer Service number listed on the front of your bill or visit <a href="http://www.uiwater.com">www.uiwater.com</a> to download the Auto Pay Authorization form.
<b>By Internet</b>	Pay your bill online by visiting <a href="http://www.uiwater.com/customer_center/pay_online.php">www.uiwater.com/customer_center/pay_online.php</a> . Please be sure to have your account number ready. A convenience fee will be charged for using this option.
<b>By Phone</b>	Make payments using your check, credit card, debit or credit card by calling 1-877-527-7852. Please be sure to have your utility account number ready. A convenience fee will be charged for using this option.
<b>By Mail</b>	Use the enclosed envelope to mail your payment.

## Change of Address and Phone Information

Complete the information below with your address and phone correct and return with your payment.

Name \_\_\_\_\_

Street \_\_\_\_\_

City \_\_\_\_\_ State \_\_\_\_\_ Zip \_\_\_\_\_

Home Phone \_\_\_\_\_ Work Phone \_\_\_\_\_

E-mail Address \_\_\_\_\_

# EXHIBIT

# E



**SOUTH CAROLINA PUBLIC SERVICE COMMISSION  
and  
SOUTH CAROLINA OFFICE OF REGULATORY STAFF**  
GROSS RECEIPTS FOR THE TWELVE (12) MONTHS ENDING JUNE 30, 2012  
(Please correct preprinted information as required).



Utilities Services of South Carolina, Inc.  
Company Name (as shown on Certificate)



List d/b/a and/or f/k/a aliases

200 Weathersfield Ave	Altamonte Springs	FL	32714-4027
Address	City	State	Zip Code
Patrick C. Flynn	1-321-972-0359	pcflyn@uiwater.com	
Regulatory Contact	Area Code & Phone Number	E-Mail	

**INTRASTATE GROSS RECEIPTS**

**Revenues Derived Via South Carolina Operations from:**

Water Revenues	\$ 306,729.5
Sewer Revenues	177,950
Electricity Revenues	
Natural Gas Revenues	
Railroad Revenues	
Telecommunications Revenues:	
ILEC (Local Exchange)	
CLEC (Competitive Local Exchange)	
IXC (Long Distance)	
PSP (Payphone Service Provider)	
Wireless (Eligible Telecommunications Carrier)	
<b>Total Revenues Derived Via South Carolina Operations</b>	<b>\$ 324,524.5</b>

Preparer's Signature

Date

**Affidavit**

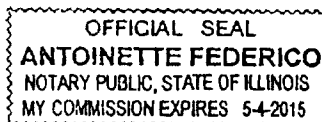
State of IL County of COOK

Personally appeared before me CHRIS FERGUSON who, being duly sworn, says that he/she is the TAX MANAGER of UTILITIES SERVICES OF SC (Company) and that the foregoing statement, for the twelve (12) months ending June 30, 2012, is correctly taken from the books and records of said Company, and is true to the best of his/her knowledge and belief.

Sworn to and subscribed before me this 1 day of August, 20 12.

Antoinette Federico  
Notary Public

My commission expires 5-4-2015



Place  
Seal  
Here

Return completed form to:

South Carolina Office of Regulatory Staff  
Gross Receipts Department  
1401 Main Street, Suite 900  
Columbia, SC 29201

Failure to timely complete and submit this form could result in the loss of your license, authority or certificate to operate in South Carolina.

**Return Deadline is August 31, 2012**